

**T E X A S COMMISSION ON ENVIRONMENTAL QUALITY**  
**P. O. BOX 13087, MC 204**  
**AUSTIN, TEXAS 78711-3087**

November 7, 2014

**ADDENDUM NUMBER 2**

TO

SOLICITATION TITLE: TERP EMISSIONS REDUCTION INCENTIVE GRANTS - Request for Grant Applications

SOLICITATION NUMBER: 582-15-50578

DUE DATE: December 2, 2014

The following are changes to the above referenced Solicitation.

Item A. Emissions Reduction Incentive Grant, Request for Grant Applications (RFGA), Page 51, Appendix B, Section 1.0 APPLICATION COMPLETION AND SUBMISSION, Subsection 1.1 HOW TO APPLY, Item g. Change the following statement:

**From:** Grant applicants may not apply simultaneously for the same project under other TERP Grant Programs. Applications will not be accepted for an activity that was previously awarded a TERP grant and that was subsequently canceled by the grant recipient after the date of issuance of this RFGA.

**To:** Generally, grant applicants may not apply simultaneously for the same project under other TERP Grant Programs. However, applicants that have applied for a project under the Fiscal Year (FY) 2014 Texas Clean Fleet Program (TCFP) Request for Grant Applications may apply for the same project under the FY 2015 Emissions Reduction Incentive Grants (ERIG) Request for Grant Applications. If a project is awarded a grant under the TCFP, the same project under the ERIG will not be considered. Applications will not be accepted for an activity that was previously awarded a TERP grant and that was subsequently canceled by the grant recipient after the date of issuance of this RFGA.

Item B. Emissions Reduction Incentive Grant, Request for Grant Applications (RFGA), Page 32, Section 1.7 DISPOSITION OF VEHICLES, EQUIPMENT, AND ENGINES BEING REPLACED. Change the following statement:

**From:** The grant contract will include the requirements for disposition of the vehicle and engine being replaced. Grantees will need to have legal authority for this disposition. In general, unless an alternative disposition method is approved by the TCEQ, the old vehicle/equipment and engine must be rendered permanently inoperable within 90 days of receiving financial reimbursement by completely crushing the vehicle/equipment and engine or **drilling** a 3" hole or larger in the engine block on both sides (or otherwise destroying it) and cutting both frame rails in half (or perform other structural damage to the equipment) rendering it inoperable. A certification of the disposition of the old vehicle/equipment and engine must be provided on forms provided by the TCEQ. The grant contract will include specific provisions for scrapping the vehicles/equipment and engines and for submitting disposition verification information to the TCEQ.

**To:** The grant contract will include the requirements for disposition of the vehicle and engine being replaced. Grantees will need to have legal authority for this disposition. In general, unless an alternative disposition method is approved by the TCEQ, the old vehicle/equipment and engine must be rendered permanently inoperable within 90 days of receiving financial

reimbursement by completely crushing the vehicle/equipment and engine or **putting** a 3" hole or larger in the engine block on both sides (or otherwise destroying it) and cutting both frame rails in half (or perform other structural damage to the equipment) rendering it inoperable. A certification of the disposition of the old vehicle/equipment and engine must be provided on forms provided by the TCEQ. The grant contract will include specific provisions for scrapping the vehicles/equipment and engines and for submitting disposition verification information to the TCEQ.

Item C. Emissions Reduction Incentive Grants, Contract Shell Example, Page 12, Article 18 GENERAL CONDITIONS, Section 18.1 PERFORMING PARTY'S RESPONSIBILITIES TO THE TCEQ, DISPOSITION OF REPLACED VEHICLES AND ENGINES. Change the following statement:

**From:** Unless an alternative disposition method is approved by the TCEQ, the PERFORMING PARTY agrees to dispose of the vehicles, equipment, and engines being replaced by complete destruction or otherwise rendering them permanently inoperable by complete crushing of the vehicle and engine or **drilling** a 3-inch or larger hole through the engine block on both sides (or otherwise destroying it) and cutting both frame rails in half (or perform other structural damage to the vehicle or equipment so that repairs are not possible. Alternative disposition methods must be approved in writing by the TCEQ and documented in the Special Conditions of this Agreement. If the PERFORMING PARTY is unable to dispose of the vehicle and engine in accordance with an approved alternative disposition method, the PERFORMING PARTY agrees to dispose of the vehicle and engine using the standard disposition methods. If the TCEQ approves disposition by remanufacturing, the engine must be sent to a remanufacturing facility operated or authorized by the original engine manufacturer. The remanufacture of the engine must include removing all parts and using the old block to build a remanufactured engine with a new serial number.

**To:** Unless an alternative disposition method is approved by the TCEQ, the PERFORMING PARTY agrees to dispose of the vehicles, equipment, and engines being replaced by complete destruction or otherwise rendering them permanently inoperable by complete crushing of the vehicle and engine or **putting** a 3-inch or larger hole through the engine block on both sides (or otherwise destroying it) and cutting both frame rails in half (or perform other structural damage to the vehicle or equipment so that repairs are not possible. Alternative disposition methods must be approved in writing by the TCEQ and documented in the Special Conditions of this Agreement. If the PERFORMING PARTY is unable to dispose of the vehicle and engine in accordance with an approved alternative disposition method, the PERFORMING PARTY agrees to dispose of the vehicle and engine using the standard disposition methods. If the TCEQ approves disposition by remanufacturing, the engine must be sent to a remanufacturing facility operated or authorized by the original engine manufacturer. The remanufacture of the engine must include removing all parts and using the old block to build a remanufactured engine with a new serial number.